BEFORE THE ARIZONA CORPORATION COMMISSION

KRISTIN K. MAYES **CHAIRMAN**

GARY PIERCE

COMMISSIONER

SANDRA D. KENNEDY COMMISSIONER

PAUL NEWMAN

COMMISSIONER

BOB STUMP

COMMISSIONER

RECEIVED

2009 APR 17 A 8: 54

AZ CORP COMMISSION DOCKET CONTROL

Arizona Corporation Commission DOCKETED

APR 17 2003

DOCKETED BY

IN THE MATTER OF THE APPLICATION OF THE SOLAR ALLIANCE FOR A DECLARATORY ORDER THAT

PROVIDERS OF CERTAIN SOLAR

SERVICE AGREEMENTS WOULD NOT BE

PUBLIC SERVICE CORPORATIONS.

Docket No. E-20633A-08-0513

RUCO'S RESPONSE TO STAFF'S MEMORANDUM OF MARCH 11, 2009

The Residential Utility Consumer Office ("RUCO") hereby responds to Staff's Memorandum concerning the Solar Alliance's ("Alliance") application for a declaratory order. Like Staff, RUCO generally supports efforts to make solar facilities more available to the public. The purpose for the Alliance appears to be an attempt to make solar facilities more available to the public. What is less clear, are the Alliance's reasons for seeking declaratory relief before this Commission.

The application raises many issues, both legal and factual. For example, the Alliance claims that the provision of energy is incidental to its function. Application at 13. While this argument supports the Alliance's requested relief from a legal standpoint, factually it is questionable, as well as contrary to common sense. From its customers' standpoint, the Alliance's purpose will be to provide an alternative form of energy that results in a lower energy cost. It is difficult to understand how the provision of energy is simply incidental to the Alliance's purpose.

-1-

2

1

3 4

5

6

7

8

9 10

11

12

13

14

15

16

17

18 19

20

21

22

23

24

8 9

7

101112

13

14

15

16

17

18

19 20

21

22

2324

The Alliance requests a declaratory order that providers of the SSA's that conform to certain criteria are not public service corporations. Application at 3. This request is inconsistent with the Alliance's declaration that what they seek is not a declaration that a particular entity is a public service corporation, but a generic determination that a transaction with certain characteristics is not subject to Commission scrutiny. Application at 6. It is unclear exactly what the Alliance seeks and whether the Alliance even has legal standing to make such a request, or whether the Commission can make such a generic determination.

Among the many other unaddressed issues raised by the Application are the public policy considerations. In sum, RUCO agrees with Staff that there are many considerations raised by the Alliance's application that require more factual as well as legal analysis. At this point, a hearing would be helpful and RUCO supports Staff's recommendation to schedule a hearing.

RESPECTFULLY SUBMITTED this 17th day of April 2009.

Daniel Pozefsky Chief Counsel

AN ORIGINAL AND THIRTEEN COPIES of the foregoing filed this 17th day of April 2009 with:

Docket Control Arizona Corporation Commission 1200 West Washington Phoenix, Arizona 85007

COPIES of the foregoing hand delivered/mailed this 17th day of April 2009 to:

1	Lyn Farmer
2	Chief Administrative Law Judge Hearing Division
_	Arizona Corporation Commission
3	1200 West Washington
	Phoenix, Arizona 85007
4	Janica Alward, Chief Councel
5	Janice Alward, Chief Counsel Legal Division
	Arizona Corporation Commission
6	1200 West Washington
_	Phoenix, Arizona 85007
7	Ernest Johnson, Director
8	Utilities Division
	Arizona Corporation Commission
9	1200 West Washington
10	Phoenix, Arizona 85007
'0	Scott S. Wakefield
11	Ridenour, Hienton, Kelhoffer & Lewis,
	P.L.L.C.
12	201 North Central Avenue, Suite 3300 Phoenix, Arizona 85004-1052
13	Attorneys for The Solar Alliance
ĺ	
14	Michael Patten
15	Roshka DeWulf & Patten, PLC One Arizona Center
13	400 E. Van Buren Street, Suite 800
16	Phoenix, Arixona 85004
17	Kelly Barr Jana Brandt
18	SRP
.	P. O. Box 52025
19	M/S PAV221
20	Phoenix, AZ 85072-2025
20	Kevin Fox
21	Keyes & Fox LLP
	5727 Keith Avenue
22	Oakland, CA 94618
22	

24

Michael M. Grant Gallagher & Kennedy, P.A. 2575 E. Camelback Road Phoenix, Arizona 85016-9225

C. Webb Crockett Fennemore Craig, P.C. 3003 N. Central Avenue, Suite 2600 Phoenix, AZ 85012-2913

Michael A. Curtis Curtis, Goodwin, Sullivan, Udall & Schwab, P.L.C. 501 E. Thomas Road Phoenix, Arizona 85012-3205

Philip Dion UniSource Energy Corporation One South Church Avenue, Suite 200 Tucson, Arizona 85701-1623

Russell Jones 5210 E. Williams Circle, Suite 800 Tucson, Arizona 85711

Lawrence Robertson, Jr. 2247 E. Frontage Road, Suite 1 P. O. Box 1448 Tubac, Arizona 85646

Timothy M. Hogan Arizona Center for Law in the Public Interest 202 E. McDowell Road, Suite 153 Phoenix, Arizona 85004

Deborah Scott Pinnacle West Capital Corporation P. O. Box 53999, MS 8695 Mail Station 9708 Phoenix, Arizona 85072-3999

David Berry Western Resource Advocates P. O. Box 1064 Scottsdale, AZ 852-1064 By Smestine Samble Ernestine Gamble